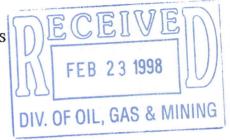
FORM MR-AR (Revised 5/97)

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

<u>Genera</u>	1 Information
1.	Report Time Period: From (mo./yr.) 1-97 To (mo./yr.) 12-97
2.	DOGM File Number (Mine No): 5/045/0940 49
3.	Mine Name: Gold Hill Mill
4.	Mineral(s) Mined (or permitted to mine):
5.	Type of mine Surface Mine or Underground Mine
6.	Legal Description (Location of Lands Affected):
	1/4, SE 1/4, SE 1/4, Section 35, Township 75, Range 18W
	1/4, 1/4,1/4, Section, Township, Range
	1/4 1/4 Section Township Range
Name	of Operator or Company: (liften Mining (0., Inc.
	Permanent Street Address: 70 West Canyon (rest Ril., Suite D
0.	City, State, Zip: Alpine, Whih B4004
	Phone: 801.75% ~ 1414
9.	Company Representative (or designated operator):
	Name: W. Dan Proitor
	Title: Chief Geologist
	Business Address: Seh
	City, State, Zip:
	Phone:
	Please check if any of the above information has changed since previous year.
<u>Minin</u>	g and Reclamation
1.	Was the mine active during the past year? Yes Y No □
2.	If active, how much ore or mineral was mined?
3.	If inactive, what year was the mine last active?
	1. 2. 3. 4. 5. 6. Name 8. Mining 1. 2.

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	3.	How much additional acreage was disturbed during the past year?
	4.	Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.
5.		How much acreage was reclaimed during the past year?
6.		Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
		cost projections have been sant to Bim and copies to DOGM
7.		What is the total disturbed acreage at years end?
8.		Briefly summarize any mining and/or reclamation plans for the upcoming year.
		mill has been operational since Sent 97 Tailing empoundment will be utilized in 1998
		ore will be recieved for processing.
		gre and be received the process
NOTE:		Section III., "Additional Information" applies only to large mining operations.
III. Additio	onal	Information
1.		An updated surface facilities map should be attached if there have been significant changes since the previous rwas submitted.
2.		Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.
IV. Signa	atur	e Requirement
I	her	eby certify that the foregoing is true and correct.
		Name (Typed or Print): w · Dan Proche
		Name (Typed or Print): W. Dan Proc. lex Chief Geologist
		Signature of Operator:
		Date: 27/46/78
jb MR-AR		